

JS-6

**UNITED STATES DISTRICT COURT
CENTRAL DISTRICT OF CALIFORNIA
Western Division**

SECURITIES AND EXCHANGE
COMMISSION,

Plaintiff,

v.

PEDRAM ABRAHAM MEHRIAN,
STRATEGIC LEGACY
INVESTMENT GROUP, INC., and
SLIG HIGH INTEREST LIQUID
SAVINGS COMPANY,

Defendants.

Case No. 2:23-cv-08009 FMO (PVCx)

**FINAL JUDGMENT AS TO PEDRAM
ABRAHAM MEHRIAN**

I.

- (a) to employ any device, scheme, or artifice to defraud;
- (b) to make any untrue statement of a material fact or to omit to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or
- (c) to engage in any act, practice, or course of business which operates or would operate as a fraud or deceit upon any person.

1 attorneys; and (b) other persons in active concert or participation with Defendant
2 or with anyone described in (a).

3 II.

4 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED
5 that Defendant is permanently restrained and enjoined from violating Section 17(a)
6 of the Securities Act of 1933 (the “Securities Act”) [15 U.S.C. § 77q(a)] in the
7 offer or sale of any security by the use of any means or instruments of
8 transportation or communication in interstate commerce or by use of the mails,
9 directly or indirectly:

10 (a) to employ any device, scheme, or artifice to defraud;

11 (b) to obtain money or property by means of any untrue statement of a
12 material fact or any omission of a material fact necessary in order to make the
13 statements made, in light of the circumstances under which they were made, not
14 misleading; or

15 (c) to engage in any transaction, practice, or course of business which
16 operates or would operate as a fraud or deceit upon the purchaser.

17 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as
18 provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also
19 binds the following who receive actual notice of this Final Judgment by personal
20 service or otherwise: (a) Defendant’s officers, agents, servants, employees, and
21 attorneys; and (b) other persons in active concert or participation with Defendant
22 or with anyone described in (a).

23 III.

24 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that
25 Defendant is permanently restrained and enjoined from violating Section 5 of the
26 Securities Act [15 U.S.C. § 77e] by, directly or indirectly, in the absence of any
27 applicable exemption:
28

1 (a) Unless a registration statement is in effect as to a security, making use
2 of any means or instruments of transportation or communication in interstate
3 commerce or of the mails to sell such security through the use or medium of any
4 prospectus or otherwise;

5 (b) Unless a registration statement is in effect as to a security, carrying or
6 causing to be carried through the mails or in interstate commerce, by any means or
7 instruments of transportation, any such security for the purpose of sale or for
8 delivery after sale; or

9 (c) Making use of any means or instruments of transportation or
10 communication in interstate commerce or of the mails to offer to sell or offer to
11 buy through the use or medium of any prospectus or otherwise any security, unless
12 a registration statement has been filed with the Commission as to such security, or
13 while the registration statement is the subject of a refusal order or stop order or
14 (prior to the effective date of the registration statement) any public proceeding or
15 examination under Section 8 of the Securities Act [15 U.S.C. § 77h].

16 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as
17 provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also
18 binds the following who receive actual notice of this Final Judgment by personal
19 service or otherwise: (a) Defendant's officers, agents, servants, employees, and
20 attorneys; and (b) other persons in active concert or participation with Defendant
21 or with anyone described in (a).

22 IV.

23 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that pursuant
24 to Section 21(d)(5) of the Exchange Act [15 U.S.C. § 78u(d)(5)], Defendant is
25 permanently restrained and enjoined from, directly or indirectly, including, but not
26 limited to, through any entity owned or controlled by Defendant, participating in
27 the issuance, purchase, offer, or sale of any security other than for his own personal
28 account.

1 IT IS FURTHER ORDERED, ADJUDGED, And DECREED that, as
2 provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also
3 binds the following who receive actual notice of this Final Judgment by personal
4 service or otherwise: (a) Defendant's officers, agents, servants, employees, and
5 attorneys; and (b) other persons in active concert or participation with Defendant
6 or with anyone described in (a).

7 V.

8 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that,
9 pursuant to Section 21(d)(2) of the Exchange Act [15 U.S.C. § 78u(d)(2)] and
10 Section 20(e) of the Securities Act [15 U.S.C. § 77t(e)], Defendant is prohibited
11 from acting as an officer or director of any issuer that has a class of securities
12 registered pursuant to Section 12 of the Exchange Act [15 U.S.C. § 78l] or that is
13 required to file reports pursuant to Section 15(d) of the Exchange Act [15 U.S.C.
14 § 78o(d)].

15 VI.

16 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED
17 that Defendant is liable for disgorgement of \$935,165.07, representing net profits
18 gained as a result of the conduct alleged in the Complaint, together with
19 prejudgment interest thereon in the amount of \$44,213.53, and a civil penalty in
20 the amount of \$230,464 pursuant to Section 20(d) of the Securities Act [15 U.S.C.
21 § 77t(d)] and Section 21(d)(3) of the Exchange Act [15 U.S.C. § 78u(d)(3)].
22 Defendant shall satisfy these obligations by paying \$1,209,842.60 to the Securities
23 and Exchange Commission within 30 days after entry of this Final Judgment.

24 Defendant may transmit payment electronically to the Commission, which
25 will provide detailed ACH transfer/Fedwire instructions upon request. Payment
26 may also be made directly from a bank account via Pay.gov through the SEC
27 website at <http://www.sec.gov/about/offices/ofm.htm>. Defendant may also pay by
28

1 certified check, bank cashier's check, or United States postal money order payable
2 to the Securities and Exchange Commission, which shall be delivered or mailed to:

3 Enterprise Services Center

4 Accounts Receivable Branch

5 6500 South MacArthur Boulevard

6 Oklahoma City, OK 73169

7 and shall be accompanied by a letter identifying the case title, civil action number,
8 and name of this Court; Defendant Mehrian as a defendant in this action; and
9 specifying that payment is made pursuant to this Final Judgment.

10 Defendant shall simultaneously transmit photocopies of evidence of
11 payment and case identifying information to the Commission's counsel in this
12 action. By making this payment, Defendant relinquishes all legal and equitable
13 right, title, and interest in such funds and no part of the funds shall be returned to
14 Defendant.

15 The Commission may enforce the Court's judgment for disgorgement and
16 prejudgment interest by using all collection procedures authorized by law,
17 including, but not limited to, moving for civil contempt at any time after 30 days
18 following entry of this Final Judgment.

19 The Commission may enforce the Court's judgment for penalties by the use
20 of all collection procedures authorized by law, including the Federal Debt
21 Collection Procedures Act, 28 U.S.C. § 3001 et seq., and moving for civil
22 contempt for the violation of any Court orders issued in this action. Defendant
23 shall pay post judgment interest on any amounts due after 30 days of the entry of
24 this Final Judgment pursuant to 28 U.S.C. § 1961. The Commission shall hold the
25 funds, together with any interest and income earned thereon (collectively, the
26 "Fund"), pending further order of the Court.

27 The Commission may propose a plan to distribute the Fund subject to the
28 Court's approval. Such a plan may provide that the Fund shall be distributed

Regardless of whether any such Fair Fund distribution is made, amounts ordered to be paid as civil penalties pursuant to this Final Judgment shall be treated as penalties paid to the government for all purposes, including all tax purposes. To preserve the deterrent effect of the civil penalty, Defendant shall not, after offset or reduction of any award of compensatory damages in any Related Investor Action based on Defendant's payment of disgorgement in this action, argue that they are entitled to, nor shall they further benefit by, offset or reduction of such compensatory damages award by the amount of any part of their payment of a civil penalty in this action ("Penalty Offset"). If the court in any Related Investor Action grants such a Penalty Offset, Defendant shall, within 30 days after entry of a final order granting the Penalty Offset, notify the Commission's counsel in this action and pay the amount of the Penalty Offset to the United States Treasury or to a Fair Fund, as the Commission directs. Such a payment shall not be deemed an additional civil penalty and shall not be deemed to change the amount of the civil penalty imposed in this Final Judgment. For purposes of this paragraph, a "Related Investor Action" means a private damages action brought against Defendant by or on behalf of one or more investors based on substantially the same facts as alleged in the Complaint in this action.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the Consent (Dkt. No. 35) is incorporated herein with the same force and effect as if fully set forth herein, and that Defendant shall comply with all of the undertakings and agreements set forth therein.

VIII.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, for purposes of exceptions to discharge set forth in Section 523 of the Bankruptcy Code, 11 U.S.C. §523, the allegations in the complaint are true and admitted by Defendant, and further, any debt for disgorgement, prejudgment interest, civil penalty or other amounts due by Defendant under this Judgment or any other judgment, order, consent order, decree or settlement agreement entered in connection with this proceeding, is a debt for the violation by Defendant of the federal securities laws or any regulation or order issued under such laws, as set forth in Section 523(a)(19) of the Bankruptcy Code, 11 U.S.C. §523(a)(19).

IX.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that this Court shall retain jurisdiction of this matter for the purposes of enforcing the terms of this Final Judgment.

Dated: May 10, 2024, _____

/s/

HON. FERNANDO M. OLGUIN
UNITED STATES DISTRICT JUDGE